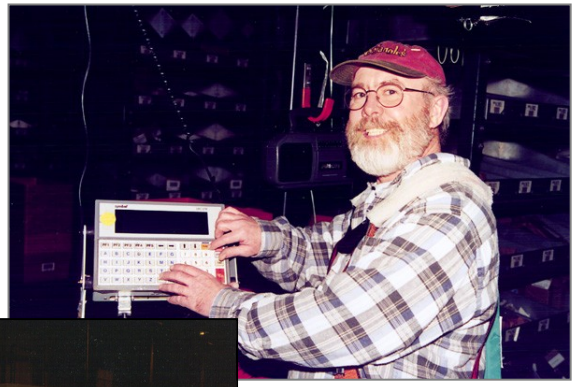
DLA Forward Stocking Update

5 December 2003

Outline

Distribution for Today and Tomorrow!

- **Stock Positioning Plan**
- **Responding to Forward Deployed Forces**
- **Korea Update**
- **CENTCOM Update**
- **Summar**



Stock Positioning Plan

…Ensuring the Right Inventory is at the Right Locations to Meet Warfighter Requirements

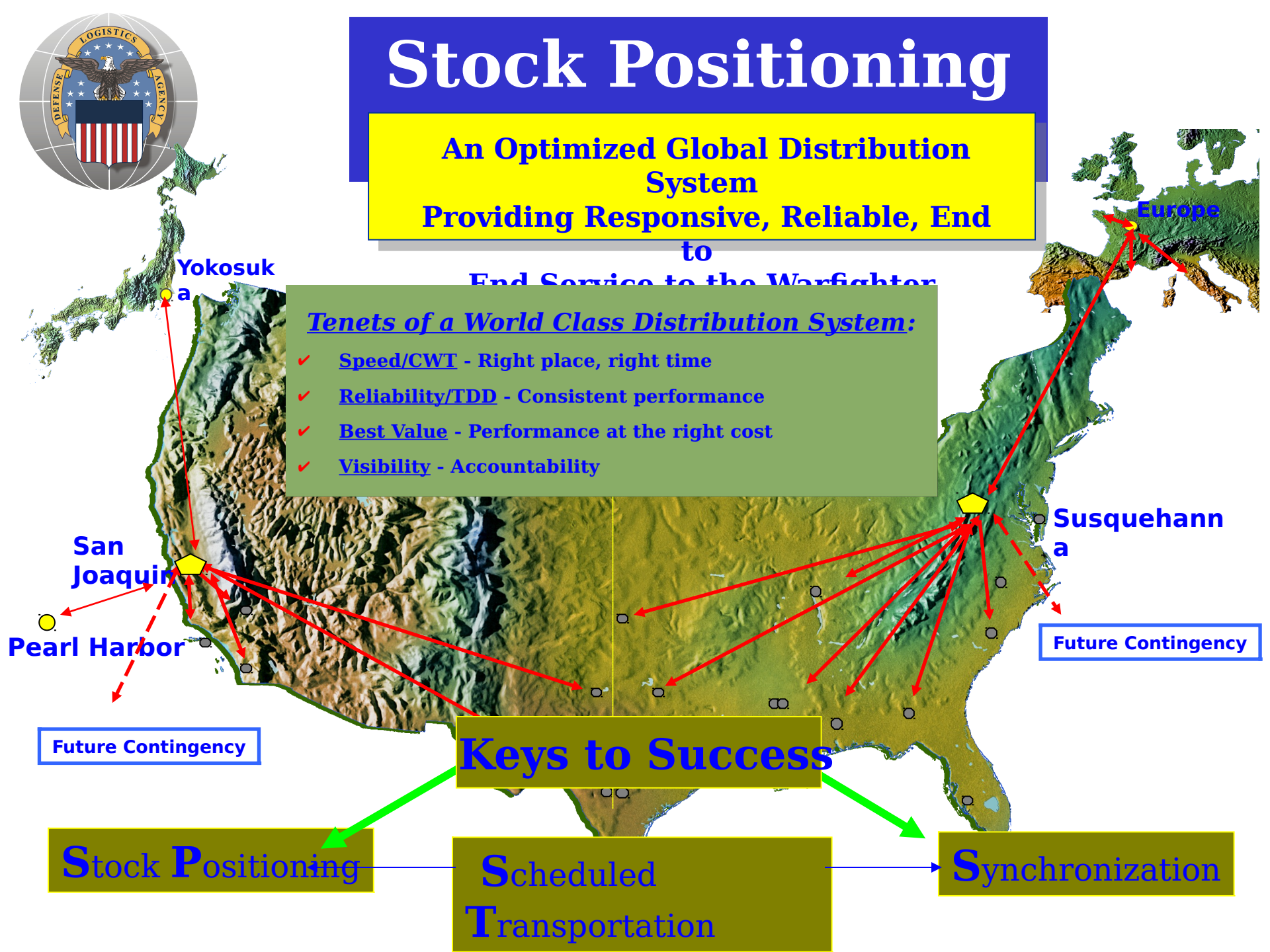
…Making Best Value Decisions

Focusing on Improved Warfighter Outcomes…

Reduced Costs, Reduced Wait Times, Improved Readiness and Reduced Logistics

Stock Positioning

An Optimized Global Distribution System
Providing Responsive, Reliable, End to
End Service to the Warfighter



Tenets of a World Class Distribution System:

- ✔ **Speed/CWT - Right place, right time**
- ✔ **Reliability/TDD - Consistent performance**
- ✔ **Best Value - Performance at the right cost**
- ✔ **Visibility - Accountability**

Keys to Success

Stock Positioning → **Scheduled Transportation** → **Synchronization**

Stock Positioning Plan

Developing the Architecture to Ach
Global Vision

Strategic Distribution Platforms (SDPs) Serve as Primary Source for the Majority of Material Shipped to Warfighter.

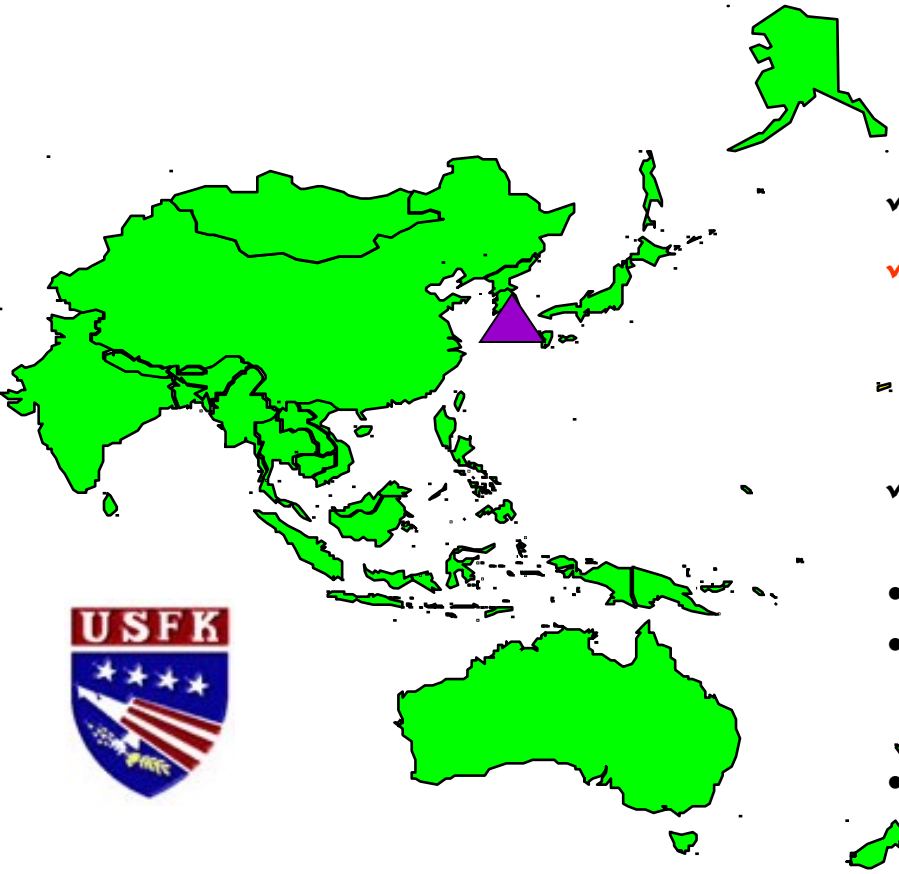
Collocated Distribution Centers Provide Local Support to the Collocated Services Maintenance Mission.

Theater Distribution Platforms (TDPs) Located in Germany and Japan Provide in Theater Supply Support for High Demand or Critical Stock

Distribution Support Strategy Responding to Forward Deployed Forces

We Need to be Where You Are!

DLA Forward Stock Positioning Korea

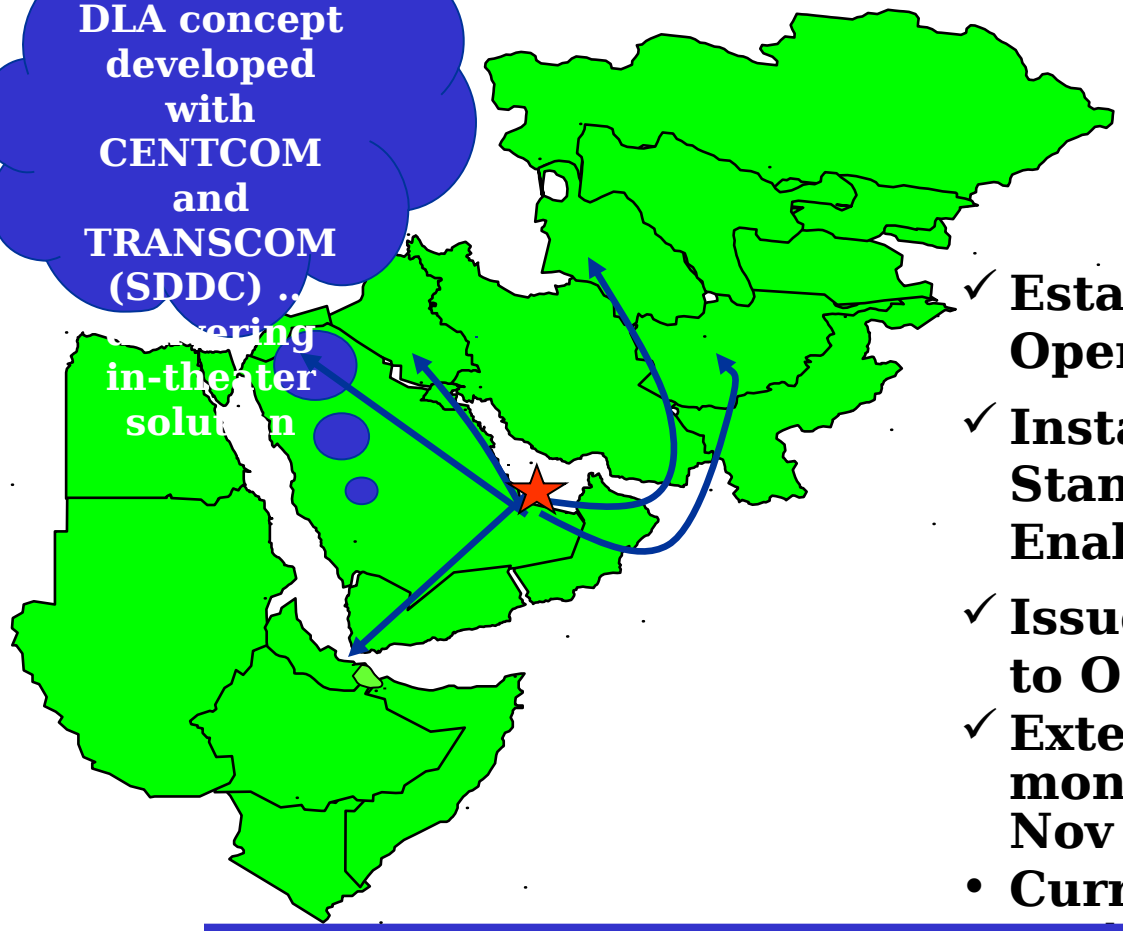


- ✓ **Completed Preliminary Analysis July 03**
- ✓ **13,802 NSNs Candidates, Estimated $3.7M Savings in Trans, 50% CWT Improvement Local Issue vs. Premium Air**
- ✓ **CDR 19th TSC, USFK J4, PACOM J4 and Components Concur (Jul 03)**
- **Site Selection Process Underway**
- **DDC J3 Implementation Team Being Assembled**
  Site Survey (Dec 08-18 2003)
- **BCA Finalized (Dec 03)**

Goal: Improve Distribution Performance to Korean Theater of Operations

Forward Stock Positioning Bahrain

DLA concept developed with CENTCOM and TRANSCOM (SDDC) .. ering in-theater solu n



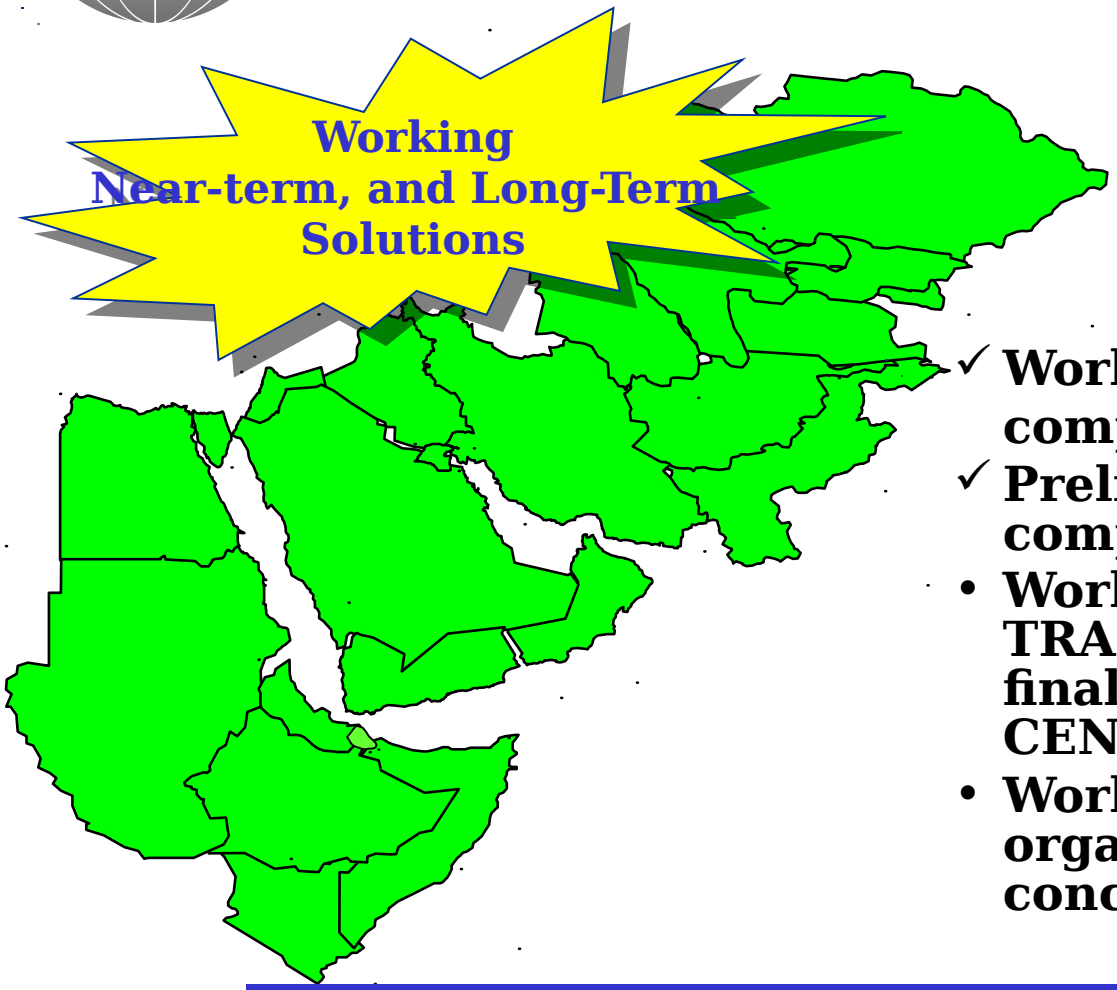
- ✓ Established Distribution Operations Jan 03 for Class IV
- ✓ Installed Distribution Standard System (Web Enabled)
- ✓ Issued over 20M lbs. Class IV to OEF/OIF Customers
- ✓ Extending current contract 6 months…contract signed 26 Nov 03
- Currently working re-supply

Goal: Improve Distribution Performance to CENTCOM AOR

DDZZ Current

- **Current inventory** (as of 24 Nov 2003)
  - Total Containers On Hand – 1143
    - Containers Requisitioned Awaiting Transportation – 632
    - Containers Available for Issue - 511
- **Diversion** (as of 24 Nov 2003)
  - Containers Diverted to DDZZ - 89
- **Replenishment**
  - Containers to be Shipped to DDZZ - 825
- **Onward movement pending open LOCs**
  - 20 containers shipped to TDC in Kuwait and trucked via military convoy to various locations in Iraq…test SAT
  - 52 containers shipped to Kuwaiti Port and trucked commercially to Iraq…test SAT
  - 10 containers shipped to Umm Qasr, Iraq and railed inland to supply points in Iraq…test SAT
  - Current Process Normalized
    - CFLCC Prioritizes shipments through DCST
    - 25 containers per week booked and flowing

Forward Stock Positioning CENTCOM TDP



- ✓ **Working data from CENTCOM components**
- ✓ **Preliminary DLA data analysis completed Aug 03**
- **Working with CENTCOM, TRANSCOM, Service HQ's to finalize location to meet CENTCOM J4 Directive**
- **Working on DLA-CENT organizational and operational concept**

Goal: Establish a Fully Functional Distribution Activity in CENTCOM AOR

CENTCOM TDP Long Term

- **NSA Bahrain Facilities and Land currently not available**
- **Leverage NAVCENT MILCON and land to establish a distribution center in Bahrain**
- **Finalizing footprint to include DLA and Service Managed assets**
- **Next Step: Work with DLA and Theater to identify MILCON process**

CENTCOM TDP Near Term

- **Mission Statement:**
  - **"As an interim alternative I would like DLA to consider establishing a wholesale distribution operation at Camp Arifjan, Kuwait."**
  - **"I would also like DLA and DDC to consider assuming current GS (retail) distribution operations being performed at that location."**

  MG Mortensen, CENTCOM J4

  3 Nov 03

Who are we working with?

- HQ DLA
- CENTCOM J4
- CFLCC C4
- CJTF7 C4
- TRANSCOM J3
- AMC
- OPS RESEARCH (RAND, DORRA, LOGSA)

CENTCOM TDP Near Term

- **Key actions to date:**
  - **Briefed MG Mortensen, CENTCOM J4 on 23 Oct 03**
  - **Briefed MG Dail, USTRANSCOM J3 on 27 Oct 03**
  - **Received revised CENTCOM guidance 3 Nov from MG Mortensen on near term alternative**
  - **Updated CENTCOM Components 4 Nov 03 on concept**
    - **CFLCC has lead**
  - **ARCENT Commander LTG McKiernan concured with CENTCOM J4 direction**

CENTCOM TDP Near Term

- **Way Ahead**
  - ✓ **Capture information from RFI's to conduct initial feasibility assessment**
  - ✓ **Provide update to DDC Commander, DLA J3 and DLA-D**
  - ✓ **Based on CENTCOM request scheduling a preliminary site visit to Camp Arifjan to complete feasibility assessment**
  - ✓ **Conduct component coordination/update meeting at TPFDD Conference 11-22 Nov 03**
  - – **Validate DLA NSN candidates for Forward Stocking and continue to work with Services on their proposed candidates**
  - – **Develop POAM and Concept of Operations**

CENTCOM TDP

Additional Planning Factor

- **Troop Rotation in 2nd quarter FY04…**
  - **Effect on demand analysis**
    - **Weapons systems will change**
    - **Must engage operations research to conduct retail ASL analysis**
    - **Working with AMC to capture impact of rotation plan and emerging retrograde requirements**
  - **Effect on Air Channels**
    - **Air assets will be stressed during troop rotation**
    - **Could impact current sustainment channels**

NSNs/Footprint Based on Outcome…LOGSA, DORRA, &

DLA Forward Stock Positioning Summary

- **DLA Forward Stock Positioning reduces cost and improves readiness to the Warfighter**
- **Korea is on track**
- **CENTCOM/TRANSCOM planning efforts underway for CENTCOM AOR**

Forward Stocking = Air Speed at Surface Rates

Questions